

State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.

GARY R. HERBERT Lieutenant Governor

July 6, 2006

CERTIFIED MAIL 7004 2510 0004 1824 7685

Mr. Dexter Anderson Red Dome Inc. 730 North 3900 West Fillmore, UT 84631

Subject: Finalized Assessment for MC-2006-04-02 .Red Dome, M027/032 Utah, County

Dear Mr. Anderson:

On April 28, 2006, an Informal Conference was held to review the fact of violation and proposed assessment for state violation MC- 2006-04-02. As a result of a review of all pertinent data and facts, including those presented in the Informal Hearing and Assessment Conference, the attached documents shall constitute the findings of fact, conclusions, order, and finalized assessment.

Within fifteen (15) days of your receipt of this letter, you or your agent may make a written appeal to the Board of Oil, Gas and Mining. To do so, you must escrow the assessed civil penalties with the Division within thirty (30) days of receipt of this letter, but in all cases prior to the Board Hearing. Failure to comply with this requirement will result in a waiver of your right of further recourse.

If no timely appeal is made, this assessed civil penalty must be tendered within thirty (30) days of your receipt of this letter. Please remit payment to the Division of Oil, Gas and Mining, mail c/o Vickie Southwick at the address listed below.

Sincerely,

Mary Ann Wright

Associate Director, Mining
Assessment Conference Officer

2. Haddock